

## MPG: Label Values vs. Corporate Average Fuel Economy (CAFE) Values

Label MPG	CAFE MPG
1. Examples (MPG for average new car)	
• Today (MY 2014): 24	• Today (MY 2014): 31
• 2025: 40	• 2025: 50
2. Where you'll find it	
<ul> <li>On the <u>Fuel Economy and Environment Label</u> that is part of the window sticker on new vehicles on auto dealership lots</li> <li>Websites: <u>Fueleconomy.gov</u> – EPA/DOE comprehensive vehicle website—and other vehicle search sites</li> <li>Labels provide a single combined value, as well as separate city and highway values; automakers and/or dealers sometimes display only the highest of these three values</li> </ul>	<ul> <li>Corporate Average Fuel Economy regulations—The average fuel economy of a manufacturer's annual fleet of vehicle production must be at or above the defined standard; see "Summary of Fuel Economy Performance" for details</li> <li>Press articles about these regulations</li> </ul>
3. Purpose	
To provide consumers with a real-world MPG estimate they can use to compare different vehicle models	<ul> <li>To reduce energy consumption by increasing the fuel economy of cars and light trucks</li> <li>Regulatory tool Vehicle manufacturers are required to comply with the CAFE standards, which increase every year, per the <u>Light-Duty Vehicle Greenhouse Gas Emissions Standards and Corporate Average Fuel Economy Standards</u></li> </ul>
4. Derivation	
<ul> <li>Based on tests reflecting urban commuting, rural highway operation, high speed/acceleration, high temperature/air conditioning, and cold temperature operation</li> <li>Methodology often referred to as 5-cycle testing</li> </ul>	<ul> <li>Based on tests reflecting urban commuting (city) and rural highway (highway) operation</li> <li>Methodology often referred to as 2-cycle testing</li> <li>Reflects various credits, incentives, and adjustments available to automakers</li> </ul>
5. Comparison of Results	
<ul> <li>Label MPG values are, on average, 20-25% lower than CAFE MPG values</li> </ul>	
6. Lead Agency	
Environmental Protection Agency (EPA)	<ul> <li>National Highway Traffic Safety Administration (NHTSA), within the Department of Transportation (DOT)</li> </ul>